

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF CALIFORNIA

JENS ERIK SORENSEN, as Trustee of
SORENSEN RESEARCH AND DEVELOP-
MENT TRUST,

Plaintiff,

v.

GIANT INTERNATIONAL (USA) LTD., a
Delaware corporation, and DOES 1-10,

Defendant.

Civil No. 07cv2121-BTM (CAB)

**NOTICE AND ORDER FOR EARLY
NEUTRAL EVALUATION
CONFERENCE IN PATENT CASES**

IT IS HEREBY ORDERED that an Early Neutral Evaluation of your case will be held on **January 28, 2008**, at **10 a.m.** before United States Magistrate Judge Cathy Ann Bencivengo, United States Courthouse, 940 Front Street, Room 1131, San Diego, California.

The following are mandatory guidelines for the parties preparing for the Early Neutral Evaluation Conference.

1. **Purpose of Conference:** The purpose of the Early Neutral Evaluation Conference ("ENE") is to permit an informal discussion between the attorneys, parties, and the settlement judge of every aspect of the lawsuit in an effort to achieve an early resolution of the case. All conference discussions will be informal, off the record, privileged and confidential. Counsel for any non-English speaking parties is responsible for arranging for the appearance of an interpreter at the conference.

2. **Personal Appearance of Parties Is Required:** All parties, adjusters for insured defendants, and other representatives of a party having full and complete authority to enter into a binding settlement, and the principal attorneys responsible for the litigation, must be present in person and legally and factually prepared to discuss settlement of the case.¹

3. **Full Settlement Authority Required:** In addition to counsel who will try the case, a party or party representative with full settlement authority must be present for the conference. In the case of a corporate entity, an authorized representative of the corporation who is not retained outside counsel must be present and must have discretionary authority to commit the company to pay an amount up to the amount of the plaintiff's prayer (excluding punitive damage prayers). The purpose of this requirement is to have representatives present who can settle the case during the course of the conference without consulting a superior. Counsel for a government entity may be excused from this requirement so long as the government attorney who attends the ENE conference (1) has primary responsibility for handling the case; and (2) may negotiate settlement offers which the attorney is willing to recommend to the government official having ultimate settlement authority.

Unless there are **extraordinary circumstances**, persons required to attend the conference pursuant to this Order shall not be excused from personal attendance. Requests for excuse from attendance for extraordinary circumstances shall be made in writing at least 48 hours prior to the conference. Failure to appear at the ENE conference will be grounds for sanctions.

4. **Confidential ENE Statements Required:** No later than five court days prior to the ENE, the parties shall submit confidential statements of five pages or less directly to the chambers of Judge Bencivengo outlining the nature of the case, the claims, and the defenses.

¹ "Full authority to settle" means that the individuals at the settlement conference must be authorized to fully explore settlement options and to agree at that time to any settlement terms acceptable to the parties. Heileman Brewing Co., Inc. v. Joseph Oat Corp., 871 F.2d 648 (7th Cir. 1989). The person needs to have "unfettered discretion and authority" to change the settlement position of a party. Pitman v. Brinker Intl., Inc., 216 F.R.D. 481, 485-486 (D. Ariz. 2003). The purpose of requiring a person with unlimited settlement authority to attend the conference includes that the person's view of the case may be altered during the face to face conference. Id. at 486. A limited or a sum certain of authority is not adequate. Nick v. Morgan's Foods, Inc., 270 F.3d 590 (8th Cir. 2001).

1 These statements shall not be filed or served on opposing counsel. Parties may make
 2 presentations to assist the court in understanding the invention(s) at issue in the litigation and
 3 should contact chambers three court days in advance of the ENE to make arrangements if they
 4 need to bring display equipment.

5 5. **New Parties Must Be Notified by Plaintiff's Counsel:** Plaintiff's counsel
 6 shall give notice of the ENE to parties responding to the complaint after the date of this notice.

7 6. **Case Management Under the Amended Federal Rules and Local Patent**
 8 **Rules:** In the event the case does not settle at the ENE, the parties can expect to leave the ENE
 9 with Rule 26 compliance dates and deadlines, and a Case Management Order including a Claim
 10 Construction briefing schedule and hearing date. **Parties shall therefore meet and confer**
 11 **pursuant to Fed. R. Civ. P. 26(f) no later than 21 days before the ENE** and be prepared to
 12 discuss the following matter at the conclusion of the ENE conference:

- 13 a. Any anticipated objections under Federal Rule of Civil Procedure 26(a)(1)(E) to
 14 the initial disclosure provisions of Federal Rule of Civil Procedure 26(a)(1)(A-
 15 D) and the date of initial disclosures;
- 16 b. Any proposed modification of the deadlines provided for in the Patent Local
 17 Rules, and the effect of any such modification on the date and time of the Claim
 18 Construction Hearing, if any;
- 19 c. Whether the court will hear live testimony at the Claim Construction Hearing;
- 20 d. The need for and specific limitations on discovery relating to claim construction,
 21 including depositions of percipient and expert witnesses;
- 22 e. The order of presentation at the Claim Construction Hearing; and
- 23 f. Any proposed modifications to the limitations on discovery imposed under the
 24 Federal Rules of Civil Procedure or by local rule.

25 The Court will issue an order following the ENE addressing these issues and setting dates as
 26 appropriate.

27 7. **Requests to Continue an ENE Conference:** Local Patent Rule 2.1.a requires
 28 that an ENE take place within 60 days of the filing of the first answer. Requests to continue ENEs

1 are rarely granted. However, the Court will consider formal, written *ex parte* requests to continue
2 an ENE conference when extraordinary circumstances exist that make a continuance appropriate.
3 In and of itself, having to travel a long distance to appear in person is not “extraordinary.” **Absent**
4 **extraordinary circumstances, requests for continuances will not be considered *unless***
5 **submitted in *writing* no less than seven (7) days prior to the scheduled conference.**

6 Questions regarding this case or the mandatory guidelines set forth herein may be
7 directed to Judge Bencivengo’s law clerk at (619) 557-7688.

8 A Notice of Right to Consent to Trial Before a United States Magistrate Judge is
9 attached for your information.

10 DATED: December 3, 2007

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13 **CATHY ANN BENCIVENGO**
14 United States Magistrate Judge
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**NOTICE OF RIGHT TO CONSENT TO TRIAL
BEFORE A UNITED STATES MAGISTRATE JUDGE**

In accordance with the provisions of 28 U.S.C. § 636(c), you are hereby notified that a U.S. Magistrate Judge of this district may, upon the consent of all parties on form 1a (available in the clerk's office), conduct any or all proceedings, including a jury or non-jury trial, and order the entry of a final judgment. Counsel for the plaintiff shall be responsible for obtaining the consent of all parties, should they desire to consent.

You should be aware that your decision to consent or not to consent is entirely voluntary and should be communicated solely to the Clerk of Court. Only if all parties consent will the Judge or Magistrate Judge to whom the case has been assigned be informed of your decision.

Judgments of the U.S. Magistrate Judges are appealable only to the U.S. Court of Appeals in accordance with this statute and the Federal Rules of Appellate Procedure.